INDIVIDUAL ASSIGNMENT

MBAC 813 - 2018

This assignment covers **textbook** chapters 1 to 6

Write a report to answer the following questions related to your Class Case:

Based on the historic financial information (for past ten years) of the Class Case Company:

1) Consider and write a report on your assessment of the business risk and share price risk relationship when considered on a stand-alone basis. If a discrepancy or discrepancies exist/s what do you suggest management should do to improve the situation. If discrepancies does not exist please motivate why you think a sound relationship exists.

NB Arguments must be supported by a sound numeric appraisal of the situation.

2) Give an indication of whether you think the share price of the company as on the last reporting date is in equilibrium. Whatever your conclusion please motivate your answer.

NB Arguments must be supported by a sound numeric appraisal of the situation.

3) Considering the financials list the five strategy related ratios that in your opinion create the most concern or satisfaction and please explain what causes the concern and or satisfaction related to the ratios

NB Arguments must be supported by a sound numeric appraisal of the situation.

NB Please remember to ootivate your answers for all the questions.

Additional information

Your assignments, both individual and group (the body of the assignment not the addendum), must be prepared as an executive summary that is academically well supported. This means that you will have to spend time to arrange your assignments such that ‘brief’ but logical and powerful arguments are offered in the assignment.

Use the financial information as it appears in the ***abbreviated financial statements*** of the Class Case as well as other financial information supplied to you via eFundi if necessary to adjust it according to your own needs.

Suggestion: Deal with a topic in theory and follow-up immediately with a practical example.

Make sure that you consider both the statement of financial position (balance sheet) and the statement of income and expenses (income statement) in your assessment.

Keep in mind that market- and/or company-specific research that is not reflected in the case study may be required. (If possible, please do not call the management of the company under consideration: 1) they get irritated if to many people call them. If you want to do it, please manage it to limit your calls, 2) because they often do not understand the context of the assignment and ‘incorrect’ information may be supplied.)

Assignment length: maximum of 6 pages (font size 12, margins 2.5 cm, letter type Arial).

Detailed calculations should be attached as addendums.

NB: 1) Nothing beyond the prescribed number of pages will be marked; and 2) students risk losing as much as 50% of marks if they do not adhere to the font and margin specifications above.